



Louisiana Purchase Zoological Society

Financial Statements December 31, 2008

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date

7/29/09

Louisiana Purchase Zoological Society

December 31, 2008

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ACCOUNTANTS' REPORT

To the Board of Directors
Louisiana Purchase Zoological Society
Monroe, Louisiana

We have compiled the accompanying statement of financial position of the **Louisiana Purchase Zoological Society** (the Society) as of December 31, 2008, and the related statements of activities and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Luffey, Huffman, Ragsdale, & Soignier

(A Professional Accounting Corporation)

June 30, 2009

LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2008

| | Unrestricted | Temporarily Restricted | Total |
|--|---------------------|-----------------------------------|------------------|
| ASSETS | | | |
| Cash | \$ 18,182 | \$ 22,730 | \$ 40,912 |
| Inventory | 8,332 | - | 8,332 |
| Prepaid expenses | 455 | - | 455 |
| Office and concession equipment (net) (Note 3) | 9,676 | - | 9,676 |
| TOTAL ASSETS | \$ 36,645 | \$ 22,730 | \$ 59,375 |
| LIABILITIES AND NET ASSETS | | | |
| Current Liabilities | | | |
| Accounts payable | \$ 39 | \$ - | \$ 39 |
| Payroll taxes payable | 32 | - | 32 |
| Capital lease payable (Note 4) | 1,690 | - | 1,690 |
| Total Current Liabilities | 1,761 | | 1,761 |
| Long-Term Liabilities | | | |
| Capital lease payable (Note 4) | 7,496 | - | 7,496 |
| Total Liabilities | 9,257 | - | 9,257 |
| Net Assets | | | |
| Unrestricted | 27,388 | - | 27,388 |
| Temporarily restricted | - | 22,730 | 22,730 |
| Total Net Assets | 27,388 | 22,730 | 50,118 |
| TOTAL LIABILITIES AND NET ASSETS | \$ 36,645 | \$ 22,730 | \$ 59,375 |

See Accompanying Notes and Accountants' Report

**LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2008**

| | <u>Unrestricted</u> | <u>Temporarily Restricted</u> | <u>Total</u> |
|---|-------------------------|-----------------------------------|-------------------------|
| Support and Revenues | | | |
| Memberships | \$ 6,595 | \$ - | \$ 6,595 |
| Contributions | 5,260 | - | 5,260 |
| Convention and Visitors Board Grants | | | - |
| Primate Exhibit | 13,854 | - | 13,854 |
| Gift shop revenue | \$ 98,522 | | |
| Gift shop expenses, including cost of sales | <u>(90,934)</u> | - | 7,588 |
| Birthday party revenue | 6,230 | - | |
| Birthday party expenses | <u>(2,821)</u> | - | 3,409 |
| Program income (Note 5) | 28,049 | 2,138 | 30,187 |
| Interest income | <u>152</u> | <u>-</u> | <u>152</u> |
| Total Support and Revenues | 64,907 | 2,138 | 67,045 |
| Expenses | | | |
| Program Services: | | | |
| Primate Exhibit | 18,837 | - | 18,837 |
| Zoo promotion and enhancement (Note 6) | <u>34,225</u> | - | <u>34,225</u> |
| Total Program Services | 53,062 | - | 53,062 |
| Supporting Services | | | |
| Management and general (Note 6) | 42,518 | - | 42,518 |
| Fundraising (Note 6) | <u>852</u> | - | <u>852</u> |
| Total Supporting Services | 43,370 | - | 43,370 |
| Total Expenses | 96,432 | - | 96,432 |
| Increase (decrease) in net assets | (31,525) | 2,138 | (29,387) |
| Net Assets at Beginning of Year, Restated (Note 1 J) | 58,913 | 20,592 | 79,505 |
| Net Assets at End of Year | <u>\$ 27,388</u> | <u>\$ 22,730</u> | <u>\$ 50,118</u> |

See Accompanying Notes and Accountants' Report

**LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2008**

| | |
|---|--------------------|
| Cash Flows From Operating Activities | |
| Receipts From Support and Revenues | |
| Members | \$ 6,595 |
| Contributions-Other | 5,260 |
| Grants | 33,613 |
| Gifts Shop Revenues (Net) | 9,895 |
| Birthday Parties (Net) | 3,409 |
| Program Income | 30,187 |
| Interest Income | 152 |
| Total Receipts From Support and Revenues | <u>89,111</u> |
| Payments For Program Services | |
| Primate Exhibit | (28,248) |
| Celtic Festival | 21 |
| Zoo promotion and enhancement | (29,737) |
| Total Payments For Program Services | <u>(57,964)</u> |
| Payments For Supporting Services | |
| Management and General | (39,412) |
| Fundraising | (852) |
| Security Deposit on Capital Lease | (455) |
| Total Payments for Supporting Services | <u>(40,719)</u> |
| Net Cash Used by Operating Activities | (9,572) |
| Cash Flows from Financing Activities | |
| Principal Paid on Capital Lease | <u>(2,842)</u> |
| Net Cash Used by Financing Activities | (2,842) |
| Net Decrease in Cash | (12,414) |
| Cash at Beginning of Year | 53,326 |
| Cash at End of Year | <u>\$ 40,912</u> |
| Reconciliation of Decrease in Net Assets to Net Cash Provided by Operating Activities | |
| Decrease in Net Assets | \$ (29,387) |
| Adjustments to Reconcile Decrease in Net Assets to Net Cash Used by Operating Activities | |
| Depreciation | 3,074 |
| Account Receivable | 19,759 |
| Inventory | 2,307 |
| Prepaid Expenses | (455) |
| Accounts Payable | (4,923) |
| Payroll Taxes Payable | 53 |
| Total Adjustments | <u>19,815</u> |
| Net Cash Used by Operating Activities | <u>\$ (9,572)</u> |
| Non Cash Investing Activities | |
| Acquisition of Concession Equipment | <u>\$ (11,314)</u> |
| Non Cash Financing Activities | |
| Increase in Capital Lease | <u>\$ 11,314</u> |

See Accompanying Notes and Accountants' Report

**LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008**

Note 1 – Description of Organization

The Louisiana Purchase Zoological Society (the Society) is a not-for-profit corporation whose membership is made up of volunteers and citizens from the Monroe/West Monroe communities that are interested in promoting the Louisiana Purchase Gardens & Zoo in Monroe, Louisiana. Its objectives are seeking solutions to zoo problems, establishing service programs for the promotion and enhancement of the zoo, and assisting in the development of improvements or rehabilitation of exhibits for the zoo. The Society derives its revenues from memberships, management of the zoo gift shop, various grants and various events held at the zoo during the year.

Note 2 - Summary of Significant Accounting Policies

A. Basis of Accounting

The financial statements of the Society have been prepared on the accrual basis of accounting. The significant accounting policies followed by the Society are described below to enhance the usefulness of the financial statements to the reader.

B. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

C. Inventory

Gift shop inventory is stated at the lower of cost or market using the first-in and first-out (FIFO) method of valuation.

D. Office and Concession Equipment

Most of the property and equipment that is used by the Society is owned by the City of Monroe. The Society does not pay rent on these items. Office and concession equipment costing more than \$200 that is owned by the Society is being depreciated over 5 years.

**LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008**

E. Net Assets

The unrestricted net assets represent the surplus accumulated over the course of the Society's existence. Income from restricted sources which is received during the fiscal year and for which the restrictions are satisfied within the same fiscal year, is represented in net unrestricted assets.

F. Statement of Cash Flows

For purposes of the statement of cash flows, the Society considers all highly liquid debt instruments with an original maturity of less than three months to be cash equivalents.

G. Functional Allocation of Expenses

Program services expenses are those directly related to the purposes for which the Society exists. Supporting services expenses reflect other expenses incurred in operating the programs, fundraising and membership development. Various operating expenses not directly connected with a specific function or program service is allocated to supporting services. The direct costs of providing the various programs and other activities have been summarized in the statement of activities. Salaries and employee benefits are allocated to program and supporting services based upon management's estimate of time each employee devotes to various activities.

Program services include:

Primate Exhibit-includes costs associated with enhancements of the primate exhibit at the Zoo. This program is being supported by a three year \$100,000 grant from the Convention and Visitors Bureau. The Society has incurred \$100,000 for these enhancements of the primate exhibit from the beginning of the grant on March 12, 2004 to December 31, 2008.

Zoo Promotion and Enhancement-includes costs associated with Boo at the Zoo, the Easter egg hunt, other programs, and other costs associated with running these programs such as salaries and benefits, publicity and travel.

Supporting services include:

Management and General-includes costs associated with the oversight and general record keeping of the Society.

Fundraising-includes costs associated with soliciting prospective members and retaining current members.

**LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008**

H. Basis of Presentation

Contributions received by the Society are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restrictions. The Society reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets. At December 31, 2008, the Society had \$22,730 in temporarily restricted assets associated with the "Bring Back the Train" project. The Society did not have any permanently restricted net assets at December 31, 2008.

I. Tax Status

The Society is exempt from Federal income taxes pursuant to Section 501 (c) (3) of the Internal Revenue Code. No provision for income taxes has been made.

J. Restatement

At December 31, 2007 a \$4,488 payable was recorded twice, resulting in an overstatement of accounts payable and expenses, and an understatement of net assets. Beginning net assets have been adjusted to reflect the correction of this error.

Note 3 - Office Equipment

Office equipment consists of the following:

| | |
|----------------------------|------------------------|
| Office equipment | \$ 1,436 |
| Concession equipment | 11,314 |
| Total equipment | <u>12,750</u> |
| Accumulated depreciation | (3,074) |
| Net property and equipment | <u><u>\$ 9,676</u></u> |

**LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008**

Note 4 - Capital Lease Obligation- Concession Equipment

During 2008, the Society acquired \$11,314 of concession equipment through a capital lease. Capital leases give rise to both property rights and long-term lease obligations and are reflected on the Society's Statement of Net Assets. Total lease payments for the year ended December 31, 2008 were \$3,173. At December 31, 2008, future minimum lease payments under capital lease obligations are as follows:

| Year | Amount |
|---|-----------------|
| 2009 | \$ 2,897 |
| 2010 | 2,897 |
| 2011 | 2,897 |
| 2012 | 2,897 |
| 2013 | <u>724</u> |
| Total Minimum Lease Payments | 12,312 |
| Less: Amounts Representing Interest | <u>(3,126)</u> |
| Net Present Value of Future Minimum Lease Payments | <u>\$ 9,186</u> |

Note 5 - Program Income

Program income consists of the following:

| | |
|-------------------------------|------------------|
| Easter Egg Hunt | \$ 10,155 |
| Boo at the Zoo | 7,226 |
| Wet-n-Wild | 5,514 |
| Poker run | 4,198 |
| Bring Back the Train Campaign | 2,138 |
| Other | 816 |
| Adoption program | <u>140</u> |
| Total program income | <u>\$ 30,187</u> |

**LOUISIANA PURCHASE ZOOLOGICAL SOCIETY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2008**

Note 6 - Expenses

Zoo Promotion and Enhancement expenses consist of the following:

| | |
|--|------------------|
| Train | \$ 14,151 |
| Salaries and benefits | 4,685 |
| Easter egg hunt | 2,975 |
| Wet-n-Wild | 2,968 |
| Depreciation expense | 2,361 |
| Other | 2,095 |
| Explorer Post | 1,642 |
| Contributions | 1,622 |
| Boo at the Zoo | 1,596 |
| Dues and subscriptions | 130 |
| Total zoo promotion and enhancement expenses | <u>\$ 34,225</u> |

Management and General Expenses consist of the following:

| | |
|---------------------------------------|------------------|
| Salaries and benefits | \$ 21,259 |
| Repairs and maintenance | 6,353 |
| Contract labor | 3,970 |
| Automobile Expense | 1,979 |
| Professional fees | 1,977 |
| Insurance | 1,333 |
| Other | 1,212 |
| Telephone | 1,172 |
| Bank and credit card fees | 1,119 |
| Interest | 1,089 |
| Printing | 686 |
| Postage | 369 |
| Total management and general expenses | <u>\$ 42,518</u> |

Fund Raising expenses consist of the following:

| | |
|-----------------------|---------------|
| Salaries and benefits | <u>\$ 852</u> |
|-----------------------|---------------|